GOVERNMENT OF ANDHRA PRADESH

ABSTRACT

Energy Dept. - Providing Government Guarantee for an amount of Rs. 500 Crores (Rupees Five hundred crores only) for additional Cash Credit (CC) limits to be sanctioned by the State Bank of India, Commercial Branch, Vijayawada to APCPDCL– Orders - Issued.

ENERGY (POWER-III) DEPARTMENT

G.O.Ms.No.28 Dated:16.03.2024

Read:

From the Member-Convenor, APPCC Lr.No.MC/Dir(fin)/GM(Co-O)/ APPCC/DGM-C/JAO/D.No. /24, dt.14.03.2024.

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O R D E R:

In the reference read above, the Member-Convenor, APPCC, Vijayawada has requested the Government to provide the Government Guarantee for Rs.500.00 Cr (Rupees Five hundred crores only) for additional Cash Credit (CC) limits to be sanctioned by the State Bank of India, Commercial Branch, Vijayawada to APCPDCL.

2. After careful examination of the matter, Government hereby accord approval for providing the Government Guarantee for Rs.500.00 Cr (Rupees Five hundred crores only) for additional Cash Credit (CC) limits to be sanctioned by the State Bank of India, Commercial Branch, Vijayawada to APCPDCL subject to the following conditions:-

(a) The servicing of the loan contracted shall be made by the APCPDCL, strictly from their internal resources & without any recourse to government/budgetary support, neither now nor in the future.

(b) The 1st charge upon the resources of the APCPDCL shall be for the servicing of the loan amount.

(c) The APCPDCL shall put in place a robust mechanism to ensure that sufficient amounts are always maintained to service the loan (both principal & interest) from their internal resources to avoid the contingency of requiring budgetary support for loan servicing.

(d) The APCPDCL shall plan the drawal of loans, only to the extent of having clear visibility of their internal resources & ability to repay the loans, as per the terms and conditions of SBI, without dependence upon government/budgetary support for the loan servicing.

(p.t.o)

(e) The CMD, APCPDCL shall personally monitor and implement the smooth operation of the above arrangement.

3. The Member Convenor, APPCC, Vijayawada and the Chairman &Managing Director, APCPDCL, Vijayawada shall take necessary action accordingly.

4. This order issues with the concurrence of Finance Department vide their U.O.No: FIN01-BUGT0MISC/28/2021-CDM , dt. 15.03.2024 (C. No: 1559053)

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

K.VIJAYANAND
SPECIAL CHIEF SECRETARY TO GOVERNMENT

To
The Member Convenor,
Andhra Pradesh Power Coordination Committee, Vijayawada.
The Chairman & Managing Director, APCPDCL, Vijayawada.
Copy to:
The P.S. to Secretary to C.M,
The OSD to Minister for Energy, EFS&T, Mines & Geology
The P.S to Special Chief Secretary to Govt., Finance Dept.
The P.S to Special Chief Secretary to Govt., Energy Dept.
SF/SCs (Computer No. 2384310)

//FORWARDED:: BY ORDER//

SECTION OFFICER